

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2883
ANSWERED ON:17.12.2004
NON-BANKING FINANCIAL INSTITUTIONS
Boianapalli Shri Vinod Kumar

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has any proposal to modify existing regulations for the Non-Banking Financial Institutions;
- (b) if so, the details in this regard;
- (c) whether the Government has received reports on various irregularities being committed by Non-Banking Financial Institutions during the last few months;
- (d) if so, the details thereof; and
- (e) the extent to which the modifications by RBI in the regulations are likely to check various irregularities being committed by Non-Banking Financial Institutions?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

- (a), (b) & (e):- There was a proposal to modify the existing regulations for the Non- Banking Financial Institutions. However, in view of the recent developments in the Financial Sector, RBI is revisiting the provisions of Financial Companies Regulation Bill (FCRB).
- (c) :- No, Sir.
- (d) :- Does not arise.